

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 14, 1996

SUBJECT: **SB 2565 - HB 2733**

This bill, if enacted, will:

1. amend the unclaimed property statute regarding the holding period for securities and any increments or dividends thereon from seven to five years before the property is deemed abandoned and reportable under the act; and
2. clarify that all property held by institutions of higher education that has remained unclaimed by the owner for more than one (1) year is presumed abandoned, except for property that is derived from 100% federal funds.

The fiscal impact from enactment of this bill is estimated to be a one-time increase in state revenue of \$1,238,000 from a windfall from stock and dividends and a windfall from the University of Tennessee and the Board of Regents in unclaimed funds and an increase in first year recurring state revenue of \$42,000 from U. T. remitting the proceeds of unpaid checks.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director